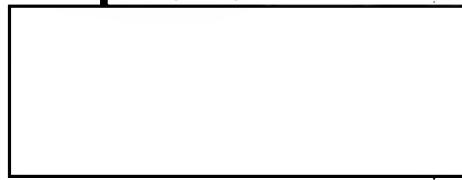


Top Secret



Central Intelligence Bulletin

State Department review completed

Top Secret

T 47

25 October 1973



25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

25X1

25 October 1973

Central Intelligence Bulletin

CONTENTS

25X1

25X1

25X1

25X1

CHILE-US: Government wants talks with copper companies.

25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

25X1

25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

Next 9 Page(s) In Document Exempt

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

CHILE-US: THE JUNTA GOVERNMENT WANTS TO BEGIN SERIOUS NEGOTIATIONS WITH THREE US COPPER COMPANIES WHOSE PROPERTIES WERE EXPROPRIATED BY THE ALLENDE GOVERNMENT.

25X1

FOREIGN MINISTRY ECONOMIC ADVISER ORLANDO SAENZ, WHO ALREADY HAS MET WITH COMPANY REPRESENTATIVES, HAS FORMULATED TENTATIVE PLANS AND HAS ASKED THE US EMBASSY TO FIND OUT HOW THE COMPANIES MIGHT REACT.

SAENZ BELIEVES THAT IT SHOULD NOT BE DIFFICULT TO REACH AN AGREEMENT WITH THE CERRO CORPORATION ALONG THE LINES OF AN ARRANGEMENT WORKED OUT BETWEEN THE COMPANY AND THE ALLENDE GOVERNMENT BUT NEVER IMPLEMENTED. SAENZ HOPES TO COME TO TERMS WITH ANACONDA THAT WOULD PROVIDE FOR TECHNICAL ASSISTANCE AND THE COMPANY'S DEVELOPMENT OF AN UNEXPLOITED ORE DEPOSIT.

25X6

SAENZ SEES KENNECOTT AS HIS TOUGHEST CHALLENGE AND APPEARS CONCERNED THAT THE COMPANY MAY STICK TO ITS DEMAND FOR \$600 MILLION IN COMPENSATION. SAENZ IS PREPARED TO REAFFIRM CHILE'S OBLIGATION ON AN EXISTING \$80 MILLION NOTE AND TO OFFER ANOTHER \$80 MILLION.

THE JUNTA GOVERNMENT'S INTEREST IN SETTLING THE COPPER DISPUTES IS RELATED TO ITS NEED FOR TECHNICAL HELP IN RUNNING THE MINES, AS WELL AS TO ITS DESIRE TO ENCOURAGE FOREIGN CREDITS AND INVESTMENT.

25X1

25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

Next 3 Page(s) In Document Exempt

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

25X1

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6

Top Secret

Top Secret

Approved For Release 2004/07/08 : CIA-RDP79T00975A025500020001-6